

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, NOVEMBER 17, 2009**, upon the application of **CHESAPEAKE OPERATING, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone, Reservoir A**, in the Cedar Grove Field, Caddo Parish, Louisiana.

1. To create two (2) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
2. To force pool and unitize all separately owned tracts, mineral leases and other property interests within each of the proposed units, with allocation of production to the tracts within such unit to be on the basis of surface acreage.
3. To designate Chesapeake Operating, Inc. as the operator and to designate a unit well for said units, if appropriate.
4. To redefine the Haynesville Zone, Reservoir A, INsofar AND ONLY INsofar as the proposed HA RA SUL and HA RA SUM, are concerned, as being the stratigraphic equivalent of that gas and condensate bearing interval between the depths of 9,960' and 11,542' (electrical log measurements) in the Petrohawk Operating Company-B&K Exploration 37 No. 1 Well (SN 238527) located in Irregular Section 37, Township 17 North, Range 13 West.
5. With respect to future horizontal wells drilled to the Haynesville Zone, Reservoir A, in the proposed units, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary and between offset well(s) will be calculated based on the distance to the nearest perforation in the well, and not based on the penetration point or terminus.
6. Except to the extent contrary herewith, to extend the provisions of Office of Conservation Order No. 967-C, effective August 12, 2008, as amended and supplemented by subsequent orders of the 967-C Series of Orders, to the proposed units.
7. To consider such other matters as may be pertinent.

The Haynesville Zone, Reservoir A was defined in Order No. 967-C, effective August 12, 2008, but shall be redefined as set forth above.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

<http://dnr.louisiana.gov/conshearings>

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA

10/12/09;10/15/09

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.